#### ENDURING RESOURCES, LLC

425 Seventeenth Street, Suite 1500 Denver, Colorado 80202

Telephone: 303-573-1222 Facsimile: 303-573-0461

October 18, 2005

State of Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P.O. Box 145801 Salt lake City, Utah 84114-5801

Attention:

Diana Whitney

RE:

Bonanza #6-30-9-25

**Application for Permit to Drill** 

Dear Ms. Whitney

Attached are two original applications to drill for the above-referenced proposed well. This information has also been submitted to the State of Utah, Institutional Trust Lands Administration.

Enduring Resources, LLC respectfully requests that this information, and future information, be hold confidential.

Should you have any questions concerning this matter, please do not hesitate to call (303-350-5114)

Very truly yours

**ENDURING RESOURCES, LLC** 

Alvin R. (Al) Arlian

Landman - Regulatory Specialist

ara/

Attachments as stated:

CC:

State of Utah – School and Institutional Trust Lands Administration w/ attach.

675 East 500 South, Suite 500 Salt Lake City, Utah 84102 Ed Bonner

Attention:

RECEIVED

OCT 2 0 2005



STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

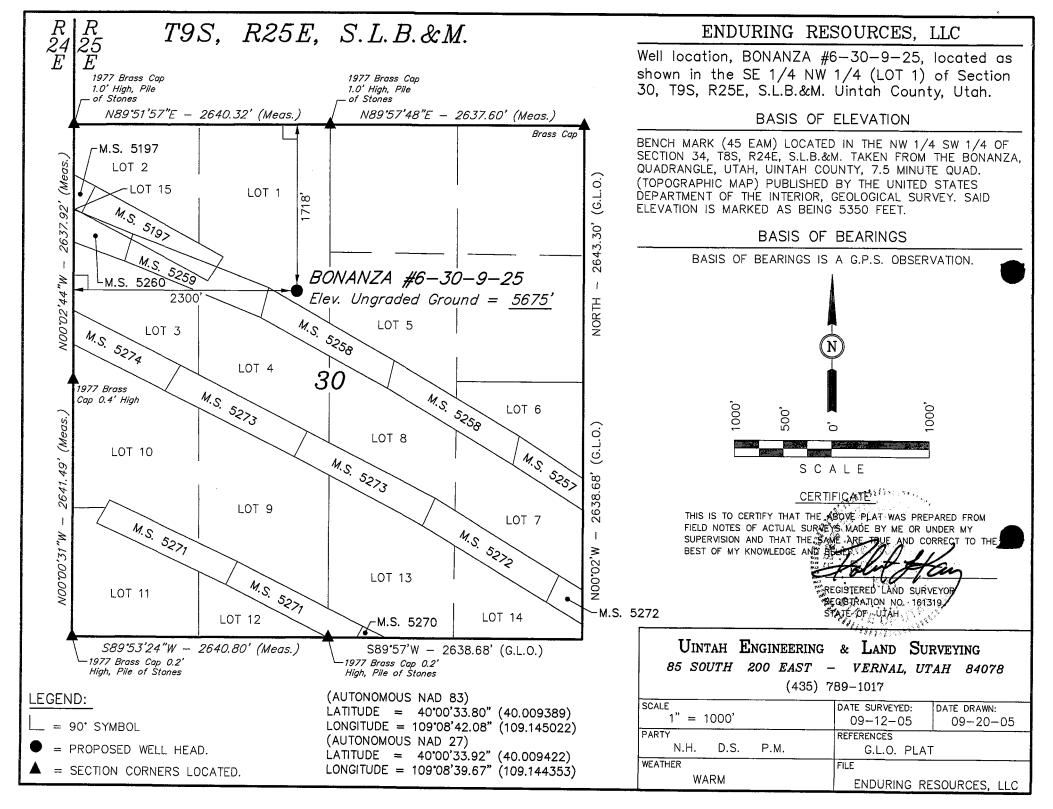
AMENDED REPORT	
(highlight changes)	

APPLICATION FOR PERMIT TO DRILL					5. MINERAL LEASE NO: ML-45560	6. SURFACE: State
1A. TYPE OF WO	rk: DRILL 🗸 R	EENTER 🗌	DEEPEN		7. IF INDIAN, ALLOTTEE O	R TRIBE NAME:
B. TYPE OF WEL	.L: OIL 🗌 GAS 🗹 O	THER	SINC	GLE ZONE 📈 MULTIPLE ZON	8. UNIT or CA AGREEMEN	T NAME:
2. NAME OF OPE	RATOR:				9. WELL NAME and NUMB	ER:
	esources, LLC				Bonanza #6-30-	9-25
3. ADDRESS OF (				02 PHONE NUMBER:	10. FIELD AND POOL, OR	WILDCAT:
475 17th St	· GH I	STAT	CO ZIP 802	(303) 350-5114	Undesignated	
4. LOCATION OF	WELL (FOOTAGES)	1.5839	26 V	40. paguail	11. QTR/QTR, SECTION, T MERIDIAN:	OWNSHIP, RANGE,
AT SURFACE:	2,300' FWL - 1,718' FN	- 11120	74 K	1-1007404	SENW 30 99	S 25E S
AT PROPOSED	PRODUCING ZONE: Same	9430	2409 .	40,009404 109.144214	02	
14. DISTANCE IN	MILES AND DIRECTION FROM NEAR	EST TOWN OR POS	ST OFFICE:		12. COUNTY:	13. STATE:
42,55 mile	es south of Vernal, UT				Uintah	UTAH
	) NEAREST PROPERTY OR LEASE LIF	NE (FEET)	16. NUMBER OF	FACRES IN LEASE:	17. NUMBER OF ACRES ASSIGN	ED TO THIS WELL:
1,718"		, ,		640	:	40 acres
	NEAREST WELL (DRILLING, COMPL	ETED, OR	19. PROPOSED	DEPTH:	20. BOND DESCRIPTION:	
APPLIED FOR 1,300'	R) ON THIS LEASE (FEET)			6,200	RLB0008031	
	(SHOW WHETHER DF, RT, GR, ETC.)	:	22. APPROXIMA	ATE DATE WORK WILL START:	23. ESTIMATED DURATION:	
5675 GR			12/15/20	005	20 days	
24.		PROPOS	ED CASING A	ND CEMENTING PROGRAM		
SIZE OF HOLE	CASING SIZE, GRADE, AND WEIGI	IT PER FOOT	SETTING DEPTH	CEMENT TYPE, QU.	ANTITY, YIELD, AND SLURRY WEIG	HT
20"	14" line pipe	·	40	3 yards	Ready Mix	
11"	8-5/8" J-55	24#	2,000	Premium Lead	136 sxs 3.	50 11.13
			· .	Premium Tail	138 sxs 1.	15 15.8
7-7/8"	4-1/2" N-80	11.6#	6,330	Class G	75 sxs 3.	91 11.0
				50/50 Poz Class G	771 sxs 1.	29 14.1
					···	
25.			ATTA	CHMENTS		17181
VERIFY THE FOL	LOWING ARE ATTACHED IN ACCORD	DANCE WITH THE U	JTAH OIL AND GAS C	ONSERVATION GENERAL RULES:	CONFIDE	NHAL
✓ WELL PL	AT OR MAD PREDADED BY LICENSEE	,·	NONEED	COMPLETE DRILLING PLAN		
✓ WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER			COMPLETE DRILLING PLAN			
✓ EVIDENCE	CE OF DIVISION OF WATER RIGHTS A	PPROVAL FOR US	E OF WATER	FORM 5, IF OPERATOR IS PE	ERSON OR COMPANY OTHER THAI	N THE LEASE OWNER
		· · · · · · · · · · · · · · · · · · ·	<u> </u>			
NAME (PLEASE	PRINT) Alvin R. (Al) Arlian			Landman - Re	egulatory Specialist	
SIGNATURE	Mil.c	m		<sub>DATE</sub> 10/18/2005		
(This space for Sta	ite use only)					
-			# AP	proved by the tah Division of	RECEI	VED
	112-047-3	2200	· Oil	Gas and Mining	NCT 2 n	_

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DIV. OF OIL, GAS & MINING



#### Enduring Resources, LLC Bonanza #6-30-9-25 SENW Sec. 30 T9S-R25E Uintah County, Utah Lease # ML-45560

#### **ONSHORE ORDER 1 - DRILLING PLAN**

#### 1. <u>Estimated Tops of Geological Markers:</u>

<u>Formation</u>	<u>Depth (K.B.)</u>
Uinta	Surface
Green River	538'
Wasatch	2,708'
Mesaverde	4,048'
Buck Tongue	6,153'

### 2. <u>Estimated Depths of Anticipated Water, Oil, Gas or Other Minerals: (5135.5'</u> estimated KB)

Substance	Formation	Depth (K.B.)
	KB-Uinta Elevation: 5,688'	
Oil / Gas	Green River	538'
Oil /Gas	Wasatch	2,708'
Oil /Gas	Mesaverde	4,048'
	Estimated TD	6,200'

An 11" hole will be drilled to approximately 2000 feet. The depth will be determined by the depth that the Birds Nest zone is encountered. The hole will be drilled 400 feet beyond the top of the Birds Nest zone and surface casing will be set.

#### 3. Pressure Control Equipment: (3000 psi schematic attached)

- A. Type: Eleven (11) inch double gate hydraulic BOP with eleven (11) inch annular preventer on 3,000 psi casinghead, with 3,000 psi choke manifold equipped per the attached diagram. BOPE as specified in *Onshore Oil & Gas Order Number 2.* A PVT, stroke counter and flow sensor will be installed to check for flow and monitor pit volume.
- B. Pressure Rating: 3,000 psi BOPE
- C. Kelly will be equipped with upper and lower Kelly valves.



#### D. Testing Procedure: Annular Preventer

At a minimum, the annular preventer will be pressure tested to 50% of the stack rated working pressure for a period of ten (10) minutes or until provisions of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the annular preventer is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the annular preventer will be functionally operated at least weekly.

#### Blow-Out Preventer

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the BOP is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day. All BOP drills and tests will be recorded in the IADC driller's log.

#### E. Miscellaneous Information:

The blowout preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of *Onshore Oil & Gas Order Number 2*.

Directional surveys will be dropped every 2000 feet. Maximum allowable angle is 5 degrees.



#### 4. Proposed Casing & Cementing Program:

A. Casing Program: All New

Hole Size	Casing Size	Wt./Ft.	Grade	Joint	Depth Set (md)
20"	14" O.D.				40'
11"	8-5/8"	24#	J-55	ST&C	0 – 2,000' est
7-7/8"	4-1/2"	11.6#	N-80	LT&C	0 – 6,200'

The surface casing will have guide shoe, 1 jt., insert float collar. Centralize the shoe joint with bowspring centralizers in the middle and top of the joint and the next16 joints with bowspring centralizers on every other collar (8 centralizers total). Thread lock guide shoe.

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

#### B. Casing Design Parameters:

Depth (md)	Casing	Collapse(psi)/SF	Burst (psi)/SF	Tension(mlbs)/SF
40'	16"			
2000'	8-5/8", 24#/ft, J55, STC	1370/1.53(a)	2950/3.30(b)	244/5.85(c)
6,200'	4-1/2", 11.6#/ft, N- 80, LTC	6350/1.97 (d)	7780/2.63 (e)	223/3.61 (f)

- (a.) based on full evacuation of pipe with 8.6 ppg fluid on annulus
- (b.) based on 8.6 ppg gradient with no fluid on annulus
- (c.) based on casing string weight in 8.6 ppg mud
- (d.) based on full evacuation of pipe with 10.0 ppg fluid on annulus
- (e.) based on 9.2 ppg gradient, gas to surface, with no fluid on annulus, no gas gradient
- (f.) based on casing string weight in 9.2 ppg mud

#### PROPOSED CEMENTING PROGRAM

#### <u>Surface Casing (if well will circulate)</u> - Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft <sup>3</sup> /sx)
8-5/8"	Lead	1500	Premium cement, + 16% gel, + 0.25 pps celloflake	136	25%	11.1	3.50
8-5/8"	Tail	500	Premium cement +2% CaC <sub>2</sub> +0.25 pps cellflake	138	25%	15.8	1.15



A cement top job is required if cement fallback is greater than 10' below ground level. Top job (weight 15.8 ppg, yield 1.15 ft<sup>3</sup>/sx) cement will be premium cement w/ 3% CaCl<sub>2</sub>.+0.25 pps celloflake. Volume as required

#### Surface Casing (if well will not circulate) - Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft <sup>3</sup> /sx)
8-5/8"	Lead	500	Premium cement + 2% CaCl <sub>2</sub> +.25 pps celloflake	138	25	15.8	1.15
8-5/8"	Top job	As req.	Premium cement + 3% CaCl <sub>2</sub> , + 0.25 pps celloflake	As Req.		15.8	1.15

## <u>Production Casing and Liner</u> - Cemented TD to 300' above base of surface casing

CASING	SLURRY	FT. of FILL	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft³/sx)
4-1/2"	Lead	1008	Class "G", + 5% NaCl, + 12% Gel, +0.25 pps celloflake, + 0.25% antifoam, +0.25% fluid loss	75	25	11.0	3.91
4-1/2"	Tail	3492	50/50 POZ Class G + 2% gel, +1% CaCl <sub>2</sub> + 0.2% dispersant, + 0.2% fluid loss, + 0.1% antifoam	771	25	14.1	1.29

Cement volumes for the 4-1/2" Production Casing will be calculated to provide a top of cement to 300' above base of surface casing. Cement volumes are approximate and were calculated under the assumption that a gauge hole will be achieved. Actual cement volumes may vary due to variations in the actual hole size and will be determined by running a caliper log on the drilled hole. Actual cement types may vary due to hole conditions and cement contractor used.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

#### 5. <u>Drilling Fluids (mud) Program:</u>

Interval	Mud Weight	Fluid Loss	Viscosity	Mud Type
0' – 2000'		No cntrl		Air/mist
2000'-3000'	8.4-8.6	No cntrl	28-36	Water
3000'-6200'	8.8-10.2	8 - 10 ml	32-42	Water/Gel

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

#### 6. <u>Evaluation Program:</u>

Tests:

No tests are currently planned.

Coring:

No cores are currently planned.

Samples:

No sampling is currently planned.

#### Logging

 Dual Induction – SFL /Gamma Ray/Caliper/SP/TDLT/CNL/ML TD to Base Surface Casing

Cement Bond Log / Gamma Ray:
 TD to Base of Surface Casing or Top of Cement if below Base of Surface Casing

Stimulation:

A stimulation or frac treatment will be designed for completion of this well based on openhole log analysis. The drill site, as approved, will be sufficient size to accommodate all completion activities.

#### 7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No  $H_2S$  has been encountered or known to exist from previous wells drilled to similar depths in the general area.

Maximum anticipated bottom hole pressure equals approximately 3,224 psi (calculated at 0.52psi/foot of hole) and maximum anticipated surface pressure equals approximately 1,860, psi (anticipated bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot of hole).

#### 8. <u>Anticipated Starting Dates:</u>

Anticipated Commencement Date-

Within one year of APD issue.

Drilling Days-

Approximately 10 days

Completion Days

Approximately 10 days

Anticipate location construction within 30 days of permit issue.

#### 9. <u>Variances:</u>

None anticipated

#### 10. <u>Other:</u>

A Cultural Resource Inventory and Paleontology reconnaissance shall be conducted for the well location, access route and pipeline. The reports shall be submitted to the Division of Oil, Gas and Mining and the School and Institutional Trust lands Administration upon their receipt.

Enduring Resources, LLC Bonanza #6-30-9-25 SENW Sec. 30 T9S-R25E Uintah County, Utah Lease # ML-45560

#### **MULTI-POINT SURFACE USE & OPERATIONS PLAN**

#### 1. Existing Roads:

Directions to the proposed location are as follows:

PROCEED IN AN EASTERLY, THEN SOUTHERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 3.9 MILES TO THE JUNCTION OF STATE HIGHWAY 45; EXIT RIGHT AND PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 36.5 MILES ON STATE HIGHWAY 45 TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1.4 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.4 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE NORTHEAST; FOLLOW ROAD FLAGS IN A NORTHEASTERLY, THEN SOUTHWESTERLY DIRECTION APPROXIMATELY 0.35 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 42.55 MILES IN A SOUTHEASTERLY DIRECTION.

#### 2. Planned Access Roads:

The proposed access road will be approximately 1,848 feet of new construction (ON-LEASE). No new access road construction or surface disturbance (OFF-LEASE) will be needed. Access to the proposed new access road will by using existing roads. The first 1.4 miles of road after leaving State Highway #45 is bladed, ditched and crowned, no upgrading is anticipated. The .40 mile of road before reaching the takeoff point of the new access road to be constructed, will need to be upgraded (bladed, ditched and crowned), ON-LEASE. Please refer to Topo Map "B" for the takeoff point for the new ON-LEASE road construction.

The proposed access road will be utilized to transport personnel, equipment and supplies to and from the proposed well site during drilling, completion and production operations. The road will be utilized year round.

The access road will be crowned 2% to 3%, ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet right-of-way. Maximum grade of road is 5% or less. Graveling or capping the roadbed will be performed as necessary to provided a well constructed, safe road. No fence crossings, culverts, turnouts, cattle guards or major cuts and fills are required. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: Surface Operating Standards for Oil and Gas Exploration and Development. 1989.

The road surface and shoulders will be kept in a safe usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches and the turnouts kept clear so that snowmelt will be channeled away from the road.

## 3. <u>Location of Existing Wells within a One-Mile radius (See "Topo" Map "C" attached):</u>

The following wells are wells located within a one (1) mile radius of the proposed location.

a. None: Water Wells:

b. None: Injection Wells:

c. None: Producing Wells:

d. None: Drilling Wells:

e. None: Shut-in Wells:

f. None: Temporarily Abandoned Wells:

g. None: Disposal Wells:

h. None: Abandoned Wells:

i. None: Dry Holes:

j. None: Observation Wells:

#### 4. <u>Location of Existing and/or Proposed Facilities:</u>

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks and/or heater treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank and be independent of the back cut.

All permanent (on site for six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the rocky Mountain Five State Inter-Agency Committee

All facilities will be painted within 6 months of installation. The color shall be Carlsbad Canyon (2.5Y 6/2). Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Gas Gathering Pipeline:

a. ON-LEASE

1.981'

State of Utah (SITLA), and American

Gilsonite (Fee)

b. OFF-LEASE

None

n/a

If the well is capable of economic production, a surface gas gathering line and related equipment shall be installed. The surface gas gathering line shall be in use year round. A total of approximately 1,981 feet of surface gas gathering pipeline shall be laid on the surface to minimize surface disturbance:

a. ON-LEASE:

approximately 1,981 feet, and

b. OFF-LEASE:

None

The proposed pipeline will begin at the well site; continue along the lease road first in a northeasterly direction and then southwesterly to the existing pipeline. The proposed gathering 4" surface gathering pipeline will be placed above ground adjacent to the proposed and existing access route except for approximately 250' from the current road to the pipeline tie-in. The line will be welded together and pulled from the well site location and tie-in point when practical; however, it may be necessary to utilize the access road for welding of the line. The line will then be boomed off to the side of the road. The gas meter run will be located within 500 feet of the wellhead. The meter run will be housed. The gas gathering line will be buried or anchored down from the wellhead to the meter.

Upon plugging and abandonment, the gas gathering line will be removed and the disturbed area will be re-contoured and restored as near as practical to the original condition. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

#### 5. Location and Type of Water Supply:

Water will be obtained from the White River by Tu and Frum, Inc. Water User Claim #49-2185, Application #T75517, or by Target Trucking Water User Claim #43-2195, or by Dalbo Inc. Water User Claim #43-8496

Water will be hauled to the location over the roads marked on "Topo" Maps "A" and "B."

No water well is to be drilled on this lease.

#### 6 Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized fro location and access road construction.

Any gravel will be obtained from a commercial source; however, gravel sized rock debris associated with location and access road construction may be used as access road surfacing material.

#### 7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit well be constructed on the location and will not be located within natural drainage, where a flood hazard exits or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, brake or allow discharge of liquids.

The reserve pit will be lined with ¼ felt and a minimum of 16 mm plastic with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the will be disposed of in the pit.

A chemical portable toilet will be furnished with the drilling rig. The toilet will be replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

Garbage, trash and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash well will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well.

Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well.

Produced oil will be stored in an oil tank and then hauled by truck to a crude purchaser facility. Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to an approved disposal site.

#### 8 **Ancillary Facilities:**

During drilling operations, approximately 20 days, the site will be a manned camp. Three or four additional trailers will be on location to serve as the crews' housing and eating facilities. These will be located on the perimeter of the pad site within the topsoil stockpiles. Refer to Sheet 4.

#### 9. Well Site Layout: (Refer to Sheets #2, #3, and #4)

The attached Location Layout Diagrams described drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s) and surface material stockpiles(s).

Please see the attached diagram for rig orientation and access roads.

The top soil will be windrowed rather than piled. It will be reseeded and track walker at the time the location is constructed. Seeding will be with the determined during the onsite. (Refer to "Seed Mixture for Windrowed Top Soil Will included:" following herein.

The top soil removed from the pit area will be store separately and will not be reseeded until the pit is reclaimed.

All pits shall be fence to the following minimum standards:

- a. 39 inch net wire shall be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
- b. The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches over the new wire. Total height of the fence shall be at least 42 inches.
- c. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- d. Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two fence posts shall be no greater than 16 feet.
- e. All wire shall be stretched by, using a stretching device, before it is attached to corner posts.
- f. The reserve pit fencing will be on three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

g. Location size may change prior to drilling the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling, the location will be re-surveyed and a Form 9 will be submitted.

#### 10. Plans for Surface Reclamation:

#### **Producing Location:**

- Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, materials, trash and debris not required for production.
- b. Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 40CFR 3162.7.
- c. Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.
- d. The reserve pit and that portion of the location not needed for production facilities/operations will be re-contoured to the approximated natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.
- e. To prevent surface water(s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface 3 feet above surrounding round surface to allow the reclaimed pit area to drain effectively.
- f. Upon completion of back filling, leveling and re-contouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

#### **Dry Hole/Abandoned Location:**

- a. Abandoned well sites, roads and other disturbed areas will be restored as nearly as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions and re-establishment of vegetation as specified.
- b. All disturbed surfaces will be re-contoured to the approximated natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

#### **Seed Mixture for Windrowed Top Soil Will Included:**

The appropriate surface management agency will be contacted for the required seed mixture and dates.

#### 11. Surface Ownership: Location, Access and Pipeline Route:

Wellsite: State of Utah School and Institutional Trust Lands Administration

Access: State of Utah School and Institutional Trust Lands Administration

Pipeline: State of Utah School and Institutional Trust Lands Administration

#### 12. Other Information

#### Wildlife Stipulations:

Wildlife stipulations and possible activity restrictions will be detailed in the conditions of approval" received with an approved Permit to Drill. Operator will comply with these wildlife stipulations, if any.

#### Archeology:

A Cultural Resource Inventory Report is being conducted for the well location, access route and pipeline. The report shall be submitted to the Division of Oil, Gas and Mining and the School and Institutional Trust Lands Administration upon its receipt.

#### Paleontology:

A Paleontology Reconnaissance Report is being conducted for the well location, access route and pipeline. The report shall be submitted to the Division of Oil, gas and Mining and the School and Institutional Trust Lands Administration upon its receipt.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites will be suspended and the discovery reported promptly to the surface management agency.

All lease operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, and the approved Plan of Operations and all applicable Notice to Lessees. The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved Application for Permit to Drill will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

# ENDURING RESOURCES, LLC BONANZA #6-30-9-25 SECTION 30, T9S, R25E, S.L.B.&M.

PROCEED IN AN EASTERLY, THEN SOUTHERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 3.9 MILES TO THE JUNCTION OF STATE HIGHWAY 45; EXIT RIGHT AND PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 36.5 MILES ON STATE HIGHWAY 45 TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1.4 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.4 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE NORTHEAST; FOLLOW ROAD FLAGS IN A NORTHEASTERLY, THEN SOUTHWESTERLY DIRECTION APPROXIMATELY 0.35 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 42.55 MILES.

## ENDURING RESOURCES, LLC BONANZA #6-30-9-25

LOCATED IN UINTAH COUNTY, UTAH SECTION 30, T9S, R25E, S.L.B.&M.



PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY

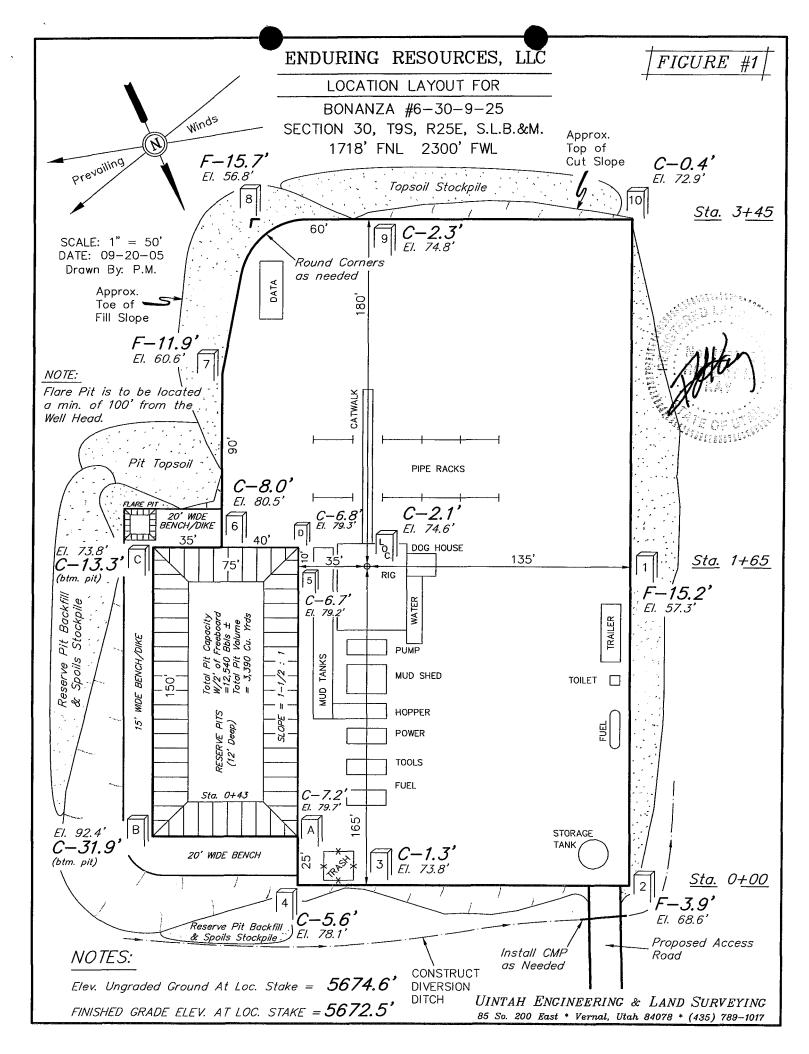


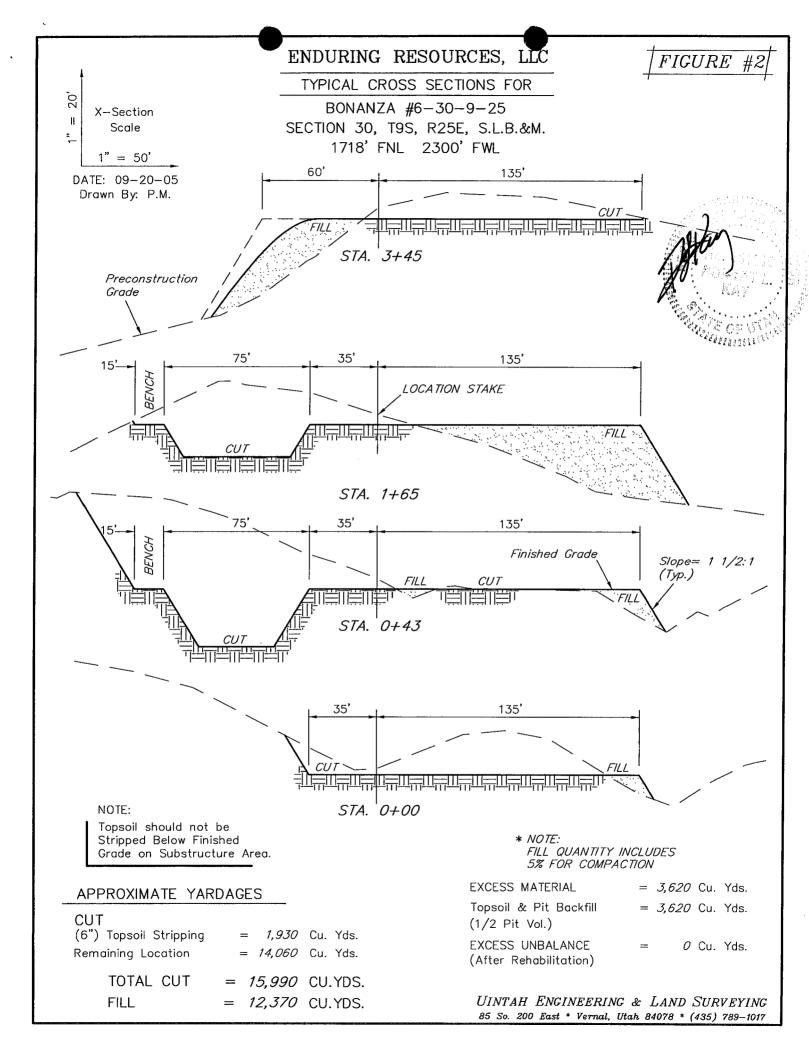
PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

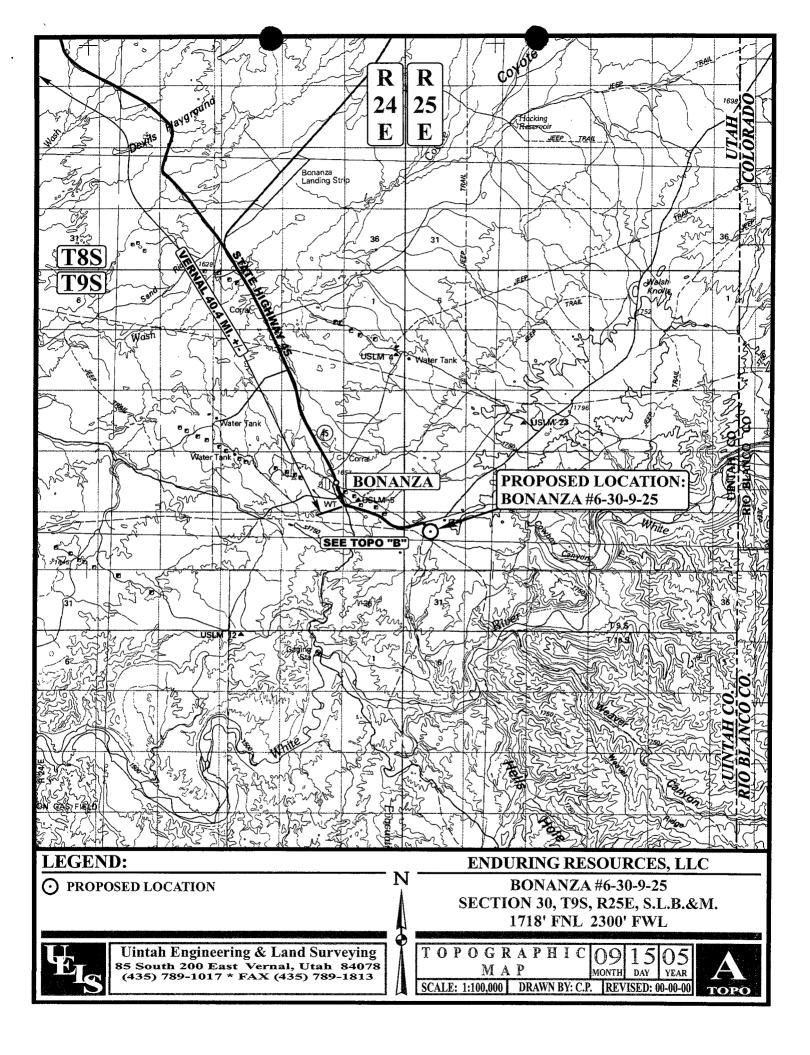
CAMERA ANGLE: NORTHEASTERLY

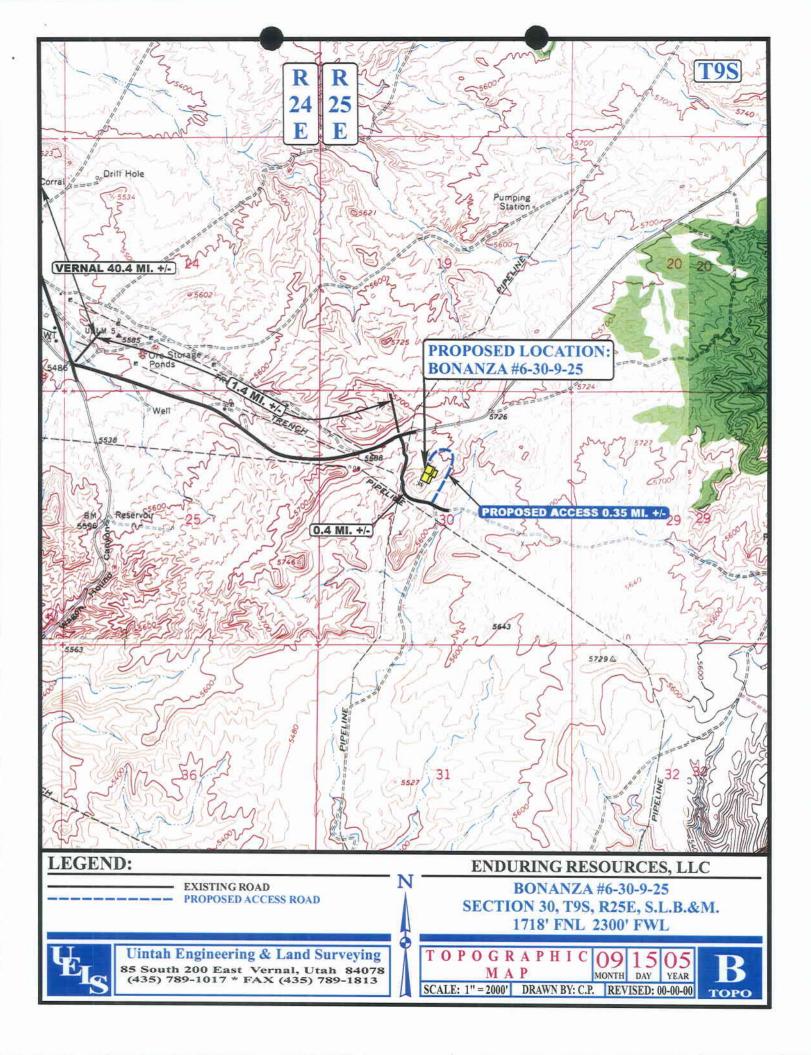


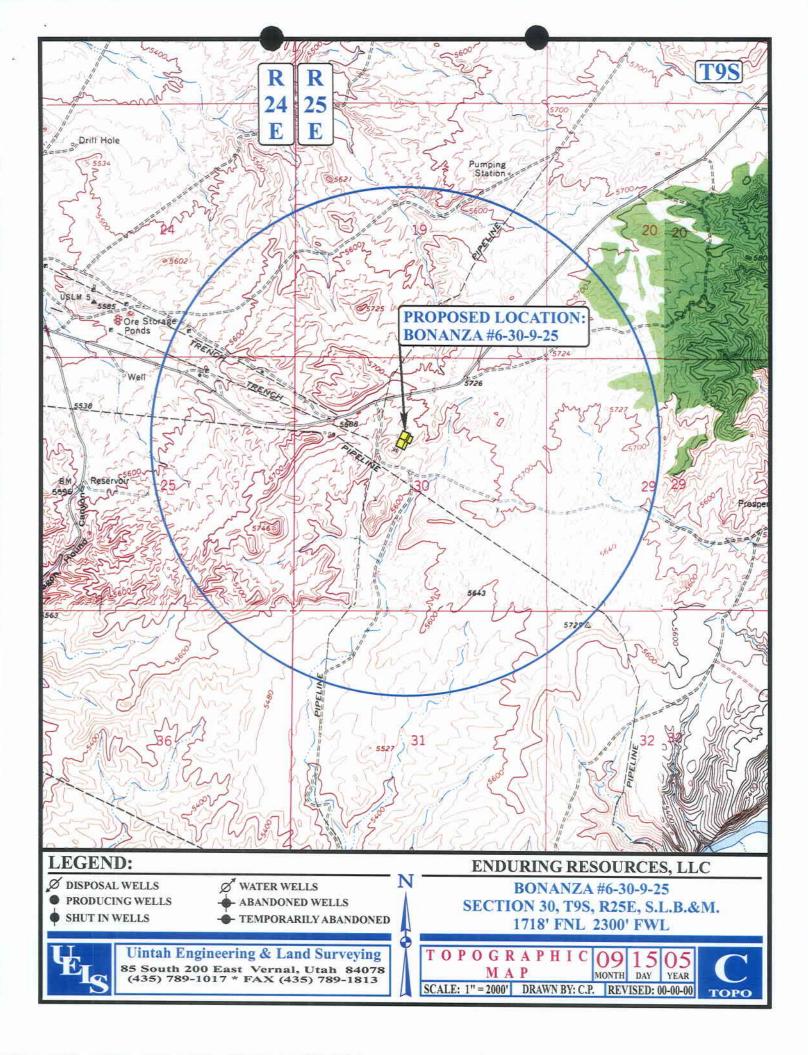
LOCATION PHOTOS MONTH DAY TAKEN BY: N.H. DRAWN BY: C.P. REVISED: 00-00-00

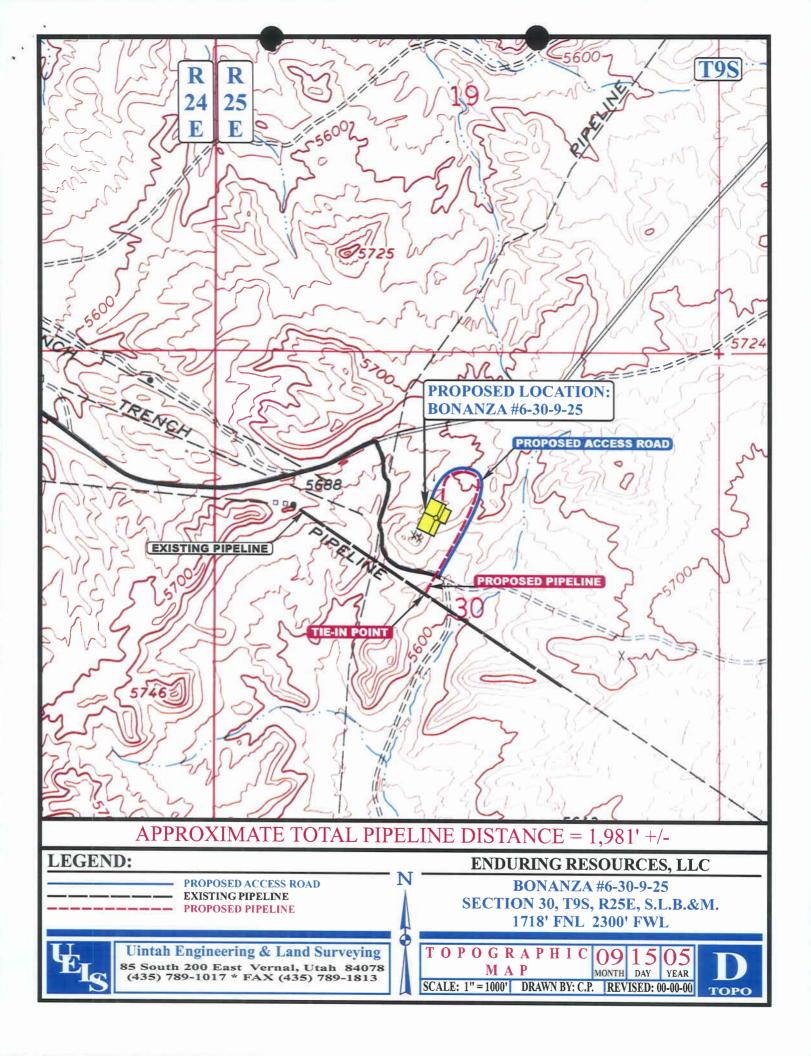




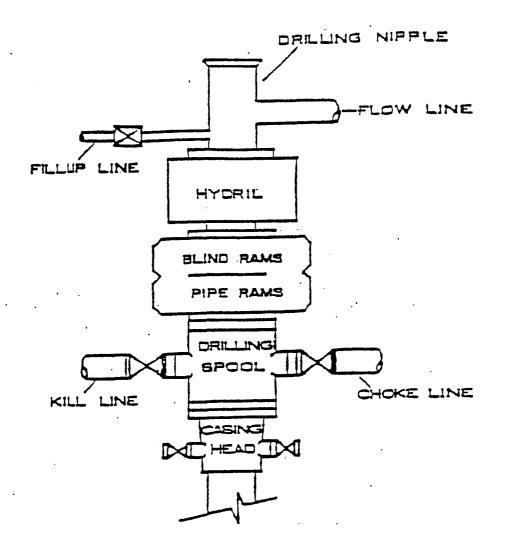


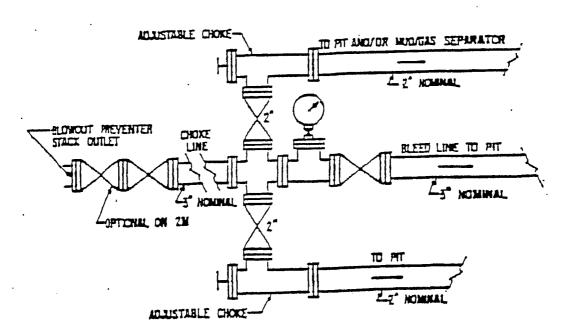




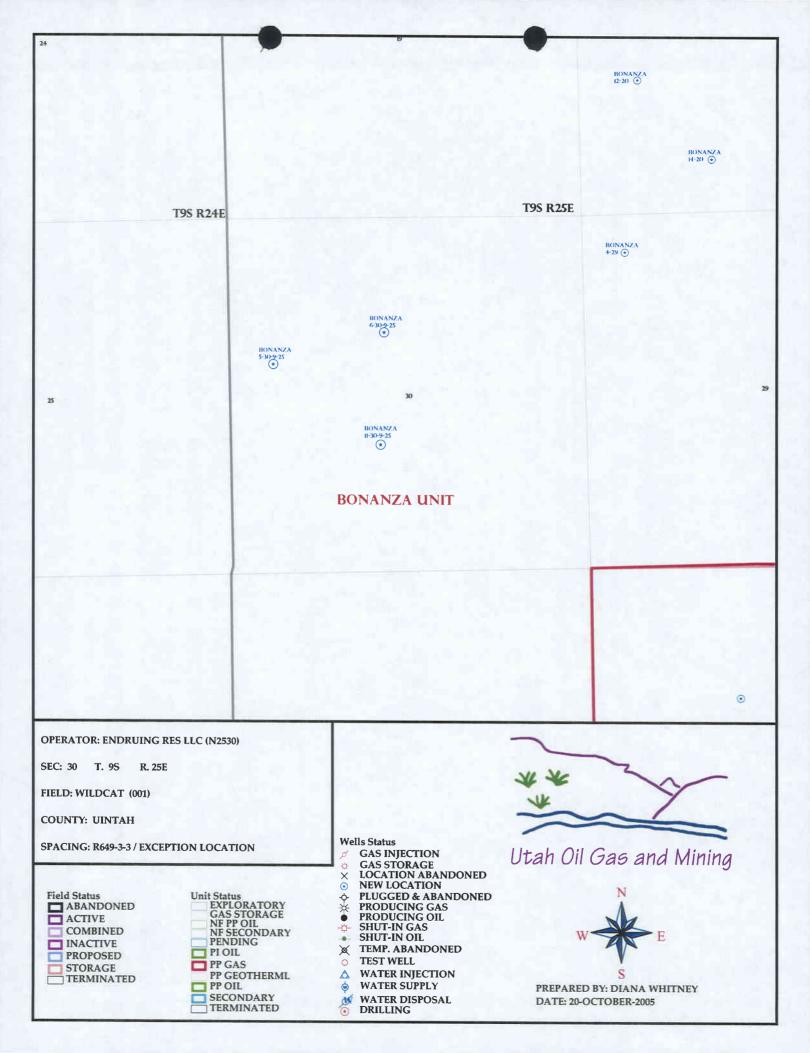


#### EOP STACK





APD RECEIVED: 10/20/2005	API NO. ASSIGN	ED: 43-047-372	80
WELL NAME: BONANZA 6-30-9-25  OPERATOR: ENDURING RESOURCES, LLC ( N2750 )  CONTACT: AL ARLIAN  PROPOSED LOCATION:  SENW 30 090S 250E	PHONE NUMBER: 3		/
SURFACE: 1718 FNL 2300 FWL BOTTOM: 1718 FNL 2300 FWL	Tech Review	Initials	Date
UINTAH	Engineering	DRD	11/29/05
WILDCAT ( 1 )	Geology		
LEASE TYPE: 3 - State  LEASE NUMBER: ML-45560	Surface		
SURFACE OWNER: 3 - State PROPOSED FORMATION: MVRD COALBED METHANE WELL? NO		0940	
Plat  Plat  Bond: Fed[] Ind[] Sta[] Fee[]  (No.	Siting: 460 F  R649-3-3. I  Drilling Un  Board Cause Eff Date: Siting:	General From Qtr/Qtr & 920' Exception	
STIPULATIONS:  1-Spacing Stip  2-STATEMENT OF  3-50/4xe(Sq Cont	Basis		



#### DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

OI EKATOK.	ENDURING RESOURCES, LLC.
WELL NAME & NUMBER:	Bonanza 6-30-9-25
API NUMBER:	
	e: <u>30</u> <b>TWP</b> : <u>09S</u> <b>RNG</b> : <u>25E</u> <u>1718</u> ' FNL <u>2,300</u> FWL
<b>Geology/Ground Water:</b>	
Enduring proposes to set 2,000' of s	surface casing at this location. The depth to the base of the moderately
saline water at this location is estim	nated to be at a depth of 5,700'. This is near the proposed TD and should
be isolated by the production string	casing and cement. A search of Division of Water Rights records shows
no water well within a 10,000 foot	radius of the center of Section 30. The surface formation at this site is the
Uinta Formation. The Uinta Form	ation is made up of lenticular sandstones interbedded with shales and is
expected to have limited value as an	n aquifer. The Green river Formation should be found approximately 500
feet below the surface. The Green	River Formation may contain useable aquifers but they should be
adequately protected by the propose	ed casing and cementing program.
Reviewer: Brad	<u>  Hill   Date: 11-23-05                                     </u>
Surface:	
The predrill investigation of the sur	rface was performed on 11/09/2005. This site is on State surface, with State
	site for a location in the immediate area.
Ben Williams with DWR and Ed Bo	onner with SITLA were invited to this investigation on 11/01/2005. Both were
present. Mr. Williams had no conce	erns regarding the construction of this location or drilling and operation of this
well as it relates to the wildlife valu	es in the area. Mr. Williams presented Mr. Hammond, representing Enduring
Resources and Mr. Bonner, a UDV	VR recommended seed mix to be used when the reserve pit and location are
reclaimed.	
Previously mined gilsonite veins oc	ccur in the general area. No conflicts are expected to occur.
No significant stability problems ar	e anticipated with the drilling and operation of a well on this proposed site.
Reviewer: Floyd B	Bartlett Date: 11/17/2005

#### **Conditions of Approval/Application for Permit to Drill:**

1. A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the reserve pit.

**OPERATOR:** ENDURING RESOURCES, LLC.

WELL NAME & NUMBER: Bonanza 6-30-9-25

**API NUMBER:** 43-047-37280

LEASE: ML-45560 FIELD/UNIT: Bonanza

LOCATION: 1/4,1/4 SE/NW sec: 30 TWP: 09S RNG: 25E 1718' FNL 2300 FWL

LEGAL WELL SITING: 460 F SEC. LINE; 460 F 1/4,1/4 LINE; 920 F ANOTHER WELL.

GPS COORD (UTM): 658396 X 4430240 Y SURFACE OWNER: STATE OF UTAH

#### **PARTICIPANTS**

Floyd Bartlett (DOGM), Doug Hammond, (Enduring Resources), Ben Williams (UDWR), Mike Stewart (Enduring Resources Construction Supervisor), Ed Bonner (SITLA).

#### REGIONAL/LOCAL SETTING & TOPOGRAPHY

The proposed Bonanza 5-30-9-25 well lies on top of and along the west slope of a moderately sized ridge which runs in a north-south direction A dry drainage lies to the north west side of the location. General topography in the area is rolling hills and swales with some higher knolls with sandstone outcrops. A buried pipeline lies south of the location.

The location is approximately 2 miles southeast of Bonanza, Utah, which is approximately 43 miles southeast of Vernal, Utah. Access is by State of Utah highways and Uintah County roads. A new road, 0.35 miles in length will be constructed to the location.

#### SURFACE USE PLAN

CURRENT SURFACE USE: Wildlife, winter grazing for domestic sheep and hunting.

PROPOSED SURFACE DISTURBANCE: Construction of0.35 miles of new access road; a well pad 345'x 210' plus reserve pit and soil stockpile storage outside the described area.

LOCATION OF EXISTING WELLS WITHIN A 1 MILE RADIUS: See attached map from GIS database.

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: <u>All production</u> facilities will be on location and added after drilling well. Pipeline will follow access road to tie-in point.

SOURCE OF CONSTRUCTION MATERIAL: <u>All construction material will be borrowed from site during construction of location.</u>

ANCILLARY FACILITIES: None will be required.

WILL DRILLING AT THIS LOCATION GENERATE PUBLIC INTEREST OR CONCERNS? EXPLAIN: Unlikely. Oilfield activity is common in the area and along

#### WASTE MANAGEMENT PLAN:

Drilled cuttings will be settled into reserve pit. Liquids from pit will be allowed to evaporate. Formation water will be confined to storage tanks. Commercial contractor will handle sewage facilities, storage and disposal. Trash will be contained in trash baskets and hauled to an approved landfill.

#### ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: None

FLORA/FAUNA: Big sagebrush, cheat grass, broom snakeweed, rabbit brush, annual mustard, sitanion hystrix; pronghorn antelope, rabbits, rodents, songbirds, raptors, elk, deer, bobcat, coyote.

SOIL TYPE AND CHARACTERISTICS: light brown rocky sandy loam. Abundant surface rock with exposed bedrock present.

EROSION/SEDIMENTATION/STABILITY: No drainage concerns exist. The reserve pit is entirely within a cut area. A diversion ditch is planned around the northwest side of the location. No stability problems are anticipated with the construction and operation of the location.

PALEONTOLOGICAL POTENTIAL: Surveyed by ICP, on 10-12-2005. Report submitted to SITLA.

#### RESERVE PIT

CHARACTERISTICS: 150' by 75' and 12' deep. The reserve pit is planned entirely within an area of cut on the northwest side of the location. No stabilization problems are expected.

LINER REQUIREMENTS (Site Ranking Form attached): A liner will be required for reserve pit. Sensitivity score of 25, rating as Level I, Highly Sensitive. Operator said they would install a 16 mil. Liner with a ½" felt subliner.

#### SURFACE RESTORATION/RECLAMATION PLAN

AS	PER	SITLA.	
410	$_{\rm L}$		

SURFACE AGREEMENT: AS PER SITLA.

CULTURAL RESOURCES/ARCHAEOLOGY: <u>Site was inspected by MOAC Archeological Consultants on 10/18/2005</u>. A report of this investigation will be placed on <u>file</u>.

#### OTHER OBSERVATIONS/COMMENTS

Ben Williams representing the UDWR, stated the area is classified as critical value yearlong habitat for antelope and limited value yearlong habitat for deer. He did not recommend any restrictions to the operator.

#### **ATTACHMENTS**

Photos of site have been taken and placed on file.

Floyd Bartlett
DOGM REPRESENTATIVE

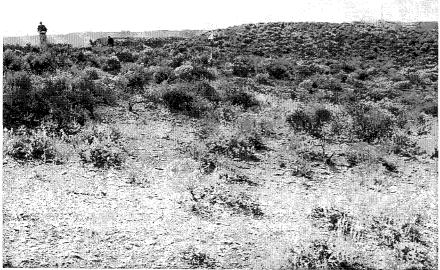
11/09/2005 12:00 NOON DATE/TIME

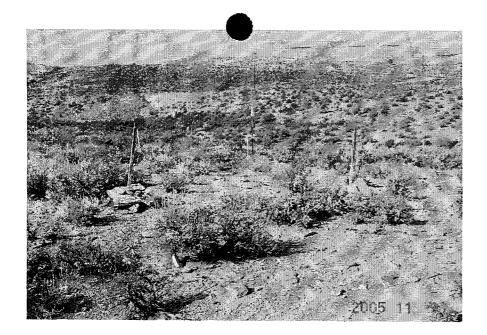
Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet) >200 100 to 200 75 to 100 25 to 75 <25 or recharge area	0 5 10 15 20	
Distance to Surf. Water (feet) >1000 300 to 1000 200 to 300 100 to 200	0 2 10 15	
<pre> &lt; 100 Distance to Nearest Municipal Well (feet)</pre>	20	0
1320 to 5280 500 to 1320 <500	5 10 20	0
Distance to Other Wells (feet) >1320 300 to 1320 <300	0 10 20	0
Native Soil Type  Low permeability  Mod. permeability  High permeability	0 10 20	<u>20</u>
Fluid Type Air/mist Fresh Water TDS >5000 and <10000 TDS >10000 or Oil Base Mud Fluid containing significant levels of hazardous constituents	0 5 10 15	5
Drill Cuttings Normal Rock Salt or detrimental	0 10	0
Annual Precipitation (inches) <10 10 to 20 >20	0 5 10	
Affected Populations <10 10 to 30 30 to 50 >50	0 6 8 10	0
Presence of Nearby Utility Conduits Not Present Unknown Present	0 10 15	0

Final Score 25 (Level I Sensitivity)

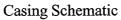
Sensitivity Level I = 20 or more; total containment is required.
Sensitivity Level II = 15-19; lining is discretionary.
Sensitivity Level III = below 15; no specific lining is required.

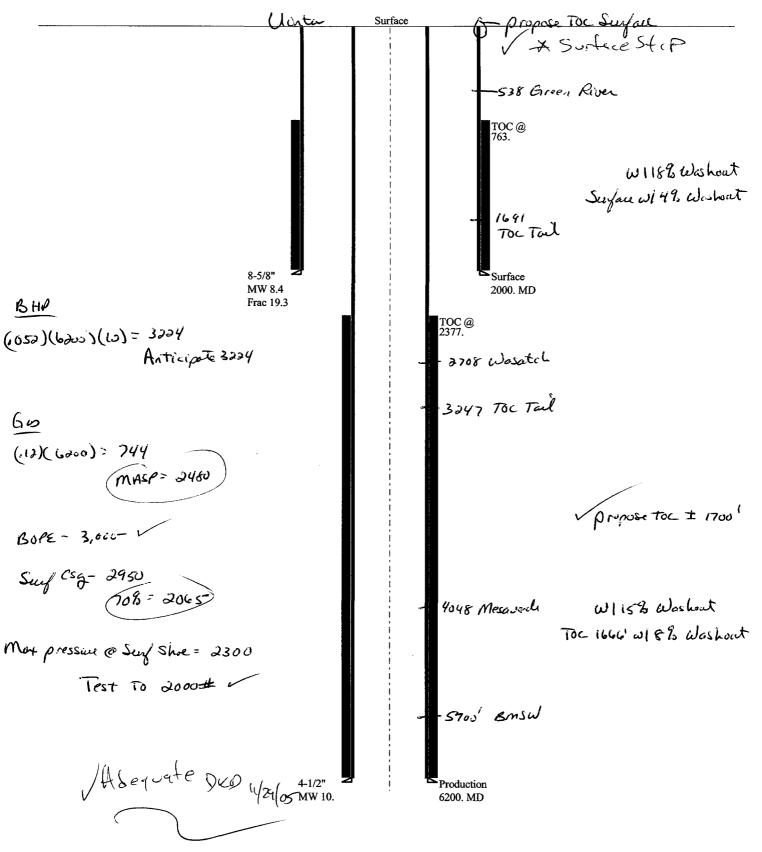






## 11-05 Enduring Bonanza 6-53-9-25





Well name:

11-05 Enduring Bonanza 6-30-9-25

Operator:

**Enduring Resources, LLC** 

String type:

Project ID:

Location:

Surface

Uintah County, Utah

43-047-37280

Design parameters:

Collapse

Mud weight:

8.400 ppg Design is based on evacuated pipe.

Minimum design factors:

Collapse: Design factor

1.125

**Environment:** H2S considered?

Surface temperature:

65 °F 93 °F 1.40 °F/100ft

No

Bottom hole temperature: Temperature gradient: Minimum section length:

299 ft

**Burst:** 

Design factor

1.00

Cement top:

763 ft

**Burst** 

Max anticipated surface

No backup mud specified.

pressure: Internal gradient:

515 psi 0.436 psi/ft

Calculated BHP 1,388 psi **Tension:** 

8 Round STC:

1.80 (J) 1.80 (J) 8 Round LTC: **Buttress:** 1.60 (J)

Premium:

1.50 (J) Body yield: 1.50 (B)

Tension is based on air weight. Neutral point: 1,748 ft Non-directional string.

Re subsequent strings:

Next setting depth: Next mud weight: Next setting BHP:

6,200 ft 10.000 ppg 3,221 psi

Fracture mud wt: Fracture depth: Injection pressure 19.250 ppg 2,000 ft 2,000 psi

Run Seq	Segment Length (ft) 2000	Size (in) 8.625	Nominal Weight (lbs/ft) 24.00	Grade J-55	End Finish ST&C	True Vert Depth (ft) 2000	Measured Depth (ft) 2000	Drift Diameter (in) 7.972	Internal Capacity (ft³) 96.3
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load	Tension Strength	Tension Design
1	873	1370	1.570	1388	( <b>psi)</b> 2950	2.13	<b>(Kips)</b> 48	( <b>Kips)</b> 244	Factor 5.08 J

Prepared

Clinton Dworshak

Utah Div. of Oil & Mining by:

Phone: (801) 538-5281 FAX: (801)359-3940

Date: November 29,2005 Salt Lake City, Utah

**ENGINEERING STIPULATIONS -**

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Well name:

11-05 Enduring Bonanza 6-30-9-25

Minimum design factors:

Operator:

**Enduring Resources, LLC** 

String type:

Production

Project ID:

43-047-37280

Location:

Uintah County, Utah

**Environment:** 

**Collapse** 

Mud weight:

10.000 ppg Design is based on evacuated pipe.

Collapse: Design factor

1.125

H2S considered?

Surface temperature:

No 65 °F

Bottom hole temperature:

152 °F 1.40 °F/100ft

Temperature gradient: Minimum section length: 1,500 ft

**Burst:** 

Design factor

1.00

Cement top:

2,377 ft

**Burst** 

Max anticipated surface

No backup mud specified.

pressure:

515 psi

Internal gradient: Calculated BHP

Design parameters:

0.436 psi/ft 3,221 psi

**Tension:** 

8 Round STC: 8 Round LTC:

1.80 (J) 1.80 (J)

1.60 (J)

**Buttress:** Premium: Body yield:

1.50 (J) 1.50 (B)

Tension is based on air weight. Neutral point: 5,273 ft Non-directional string.

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	6200	4.5	11.60	N-80	LT&C	6200	6200	3.875	143.7
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	3221	6350	1.972	3221	7780	2.42	(Rips) 72	223	3.10 J

Prepared

Clinton Dworshak

Utah Div. of Oil & Mining by:

Phone: (801) 538-5281

FAX: (801)359-3940

Date: November 29,2005 Salt Lake City, Utah

**ENGINEERING STIPULATIONS -**

Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

### **United States Department of the Interior**

#### **BUREAU OF LAND MANAGEMENT**

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

October 20, 2005

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2005 Plan of Development Bonanza Unit, Uintah County,

Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following well is planned for calendar year 2005 within the Bonanza Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ MesaVerde)

43-047-37279 Bonanza 5-30-9-25 Sec 30 T09S R25E 2166 FNL 0650 FWL 43-047-37280 Bonanza 6-30-9-25 Sec 30 T09S R25E 1718 FNL 2300 FWL 43-047-37281 Bonanza 11-30-9-25 Sec 30 T09S R25E 1900 FSL 2210 FWL

Please be advised that all three wells, even the 5-30-9-25, whose location conforms with the siting requirements of the State of Utah are very close to uncommitted patented gilsonite load claims in the Bonanza Unit area.

We have no objections to permitting the wells so long as the unit operator receives an exception to the locating and siting requirements of the State of Utah (R649-3-2).

/s/ Michael L. Coulthard

bcc:

File - Bonanza Unit

Division of Oil Gas and Mining

Central files Agr. Sec. Chron Fluid Chron

#### ENDURING RESOURCES, LLC

425 Seventeenth Street, Suite 1500 Denver, Colorado 80202

Telephone:

303-573-1222

Facsimile:

303-573-0461

October 18, 2005

State of Utah Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, Utah 84114-5801

Attention:

Ms. Diana Whitney

**RE:** Request for Exception Well Location

Bonanza 6-30-9-25 Well 1,718' FNL - 2,300' FWL Sec. 30, T9S-R25E, SLB&M **Uintah County, Utah** 

Dear Ms. Whitney:

Enduring Resources, LLC respectfully requests a spacing exception for the above-referenced well. The well was moved from the center of the forty-acre spacing.

The well is located at 1,718' FNL and 2,300' FWL of Section 30.

The location was moved due to topographic considerations and access.

Enduring Resources, LLC is the only lease owner within a 460' radius of the well stake.

Therefore, Enduring Resources, LLC hereby grants itself permission for the exception well location.

Should you have any questions concerning this matter, please do not hesitate to call 303-350-5114 (aarlian@enduringresources.com).

Very truly yours

**ENDURING RESOURCES. LLC** 

Alvin R. (Al) Arlian

Landman – Regulatory Specialist

ara/

RECEIVED

From:

Ed Bonner

To:

Whitney, Diana

Date:

11/18/2005 10:10:11 AM

Subject:

Well clearance

The following wells have been given cultural resource clearance by the Trust Lands Cultural Resources Group:

Enduring Resources, LLC Bonanza 5-20-9-25 Bonanza 13-20-9-25 Bonanza 5-30-9-25 Bonanza 6-30-9-25 Bonanza 11-30-9-25

Bonanza 12-30-9-25

The Houston Exploration Company Asphalt Wash 5-16-11-24 Asphalt Wash 11-16-11-24

If you have any questions regarding this matter please give me a call.

CC:

Garrison, LaVonne; Hill, Brad; Hunt, Gil



#### State of Utah

#### Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

> > November 29, 2005

Enduring Resources, LLC 475 17th St., Ste 1500 Denver, CO 80202

Re:

Bonanza 6-30-9-25 Well, 1718' FNL, 2300' FWL, SE NW, Sec. 30, T. 9 South,

R. 25 East, Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-37280.

Sincerely,

Gil Hunt

**Associate Director** 

etie of

pab Enclosures

cc:

**Uintah County Assessor** 

**SITLA** 

Bureau of Land Management, Vernal District Office

Operator:	Enduring Resources, LLC			
Well Name & Number	Bonanza 6-30-9-25			
API Number:	43-047-			
Lease:	ML-455			
Location: SE NW	Sec. 30	T. 9 South	<b>R.</b> 25 East	

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for Permit to Drill.

#### 2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- 24 hours prior to cementing or testing casing
- 24 hours prior to testing blowout prevention equipment
- 24 hours prior to spudding the well
- within 24 hours of any emergency changes made to the approved drilling program
- prior to commencing operations to plug and abandon the well

The following are Division of Oil, Gas and Mining contacts and their work telephone numbers (please leave a voice mail message if the person is not available to take the call):

- Dan Jarvis at (801) 538-5338
- Carol Daniels at (801) 538-5284 (spud)

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- 5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

Page 2 43-047-37280 November 29, 2005

- 6. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.
- 7. Surface casing shall be cemented to the surface.

#### STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: ML-45560			
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to	7. UNIT or CA AGREEMENT NAME:			
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: Bonanza 9-25-22-30			
2. NAME OF OPERATOR:	9. API NUMBER: 4304737280			
Enduring Resources, LLC  3. ADDRESS OF OPERATOR:  475 17th Street Suite 1500 Denver CO 80202 (303) 350-5719	10. FIELD AND POOL, OR WILDCAT: Undesignated			
473 Trui Stieet, Sale 1000 City State 1	- Chicolghates			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1718' FNL - 2300' FWL	county: <b>Uintah</b>			
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENW 30 9S 25E S	STATE: UTAH			
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA			
TYPE OF SUBMISSION TYPE OF ACTION				
NOTICE OF INTENT  ACIDIZE  DEEPEN  ATER CASING  FRACTURE TREAT	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL			
(Submit in Duplicate)	TEMPORARILY ABANDON			
Approximate date work will stall.	TUBING REPAIR			
10/4/2006	VENT OR FLARE			
G BUILDING	WATER DISPOSAL			
(Submit Original Form Only)	☐ WATER SHUT-OFF			
Date of work completion:  CHANGE WELL STATUS  PRODUCTION (START/RESUME)  COMMINGLE PRODUCING FORMATIONS  RECLAMATION OF WELL SITE	OTHER: Request for APD			
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	Extension			
DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volume to the expiration date of the description of the expiration date of the description date of the description date of the expiration date of the description date				
FROM: 11/29/2006 TO: 11/29/2007  Approved by the Utah Division of Oil, Gas and Mining	I HAN DIVISION OF			
Date: 10-16-000 By:	CORY SEMI TO DEFINITURE OF THE PROPERTY OF THE			
NAME (PLEASE PRINT) Evette Bissett TITLE Regulatory Cor	Regulatory Compliance Assistant			
DATE 10/4/2006				

(This space for State use only)

RECEIVED OCT 1 2 2006

# Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

API: 4304737280	
Well Name: Bonanza 9-25-22-30 Location: 1718' FNL - 2300' FWL, SENW,	Sec 30, T9S-R25E
Company Permit Issued to: Enduring Re	esources, LLC
Date Original Permit Issued: 11/29/2005	
The undersigned as owner with legal right above, hereby verifies that the information approved application to drill, remains valid	as submitted in the previously and does not require revision.
Following is a checklist of some items relaverified.	ated to the application, which should be
If located on private land, has the owners agreement been updated? Yes ☐ No ☐	hip changed, if so, has the surface
Have any wells been drilled in the vicinity the spacing or siting requirements for this	of the proposed well which would affect location? Yes□ No ☑
Has there been any unit or other agreement permitting or operation of this proposed w	ents put in place that could affect the vell? Yes⊡No⊠
Have there been any changes to the acce of-way, which could affect the proposed le	ess route including ownership, or right- ocation? Yes□No ☑
Has the approved source of water for drill	ling changed? Yes□No☑
Have there been any physical changes to which will require a change in plans from evaluation? Yes□No☑	the surface location or access route what was discussed at the onsite
Is bonding still in place, which covers this	s proposed well? Yes ☑No ☐
	10/4/2006
Ente Brosett	
Signature	Date
Title: Regulatory Compliance Assistant	
Representing: Enduring Resources, LLC	
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	2000

OCT 1 2 2006



#### STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL GAS AND MINING

	5. LEASE DESIGNATION AND SERIAL NUMBER: ML-45560					
SUNDRY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
	7. UNIT or CA AGREEMENT NAME:					
Do not use this form for proposals to drill n drill horizontal la	n/a					
1. TYPE OF WELL OIL WELL	GAS WELL OTHER	8. WELL NAME and NUMBER: Bonanza 9-25-22-30				
2. NAME OF OPERATOR:		9. API NUMBER:				
Enduring Resources, LLC  3. ADDRESS OF OPERATOR:	PHONE NUMBER:	4304737280 10. FIELD AND POOL, OR WILDCAT:				
475 17th Street, Suite 1500		Undesignated				
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1718'	FNL - 2300' FWL	соинту: Uintah				
QTR/QTR, SECTION, TOWNSHIP, RAN	GE, MERIDIAN: SENW 30 9S 25E S	STATE: UTAH				
11. CHECK APPE	ROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA				
TYPE OF SUBMISSION	TYPE OF ACTION					
NOTICE OF INTENT	ACIDIZE DEEPEN	REPERFORATE CURRENT FORMATION				
(Submit in Duplicate)	ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL				
Approximate date work will start:	CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON				
	CHANGE TO PREVIOUS PLANS  OPERATOR CHANGE  PLUG AND ABANDON	Using Repair Vent or Flare				
SUBSEQUENT REPORT	CHANGE YUBING PLUG AND ABANDON  CHANGE WELL NAME PLUG BACK	WATER DISPOSAL				
(Submit Original Form Only)	CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF				
Date of work completion:	COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	OTHER: Request for APD				
	CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	Extension				
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volume	es, etc.				
Falada a Bassana a I	1.0	Application for Pormit to Drill				
Enduring Resources, I	LC respectfully request an extension to the expiration date of this	Application for Fermit to Drill				
FROM: 10/16	/2007					
TO: 10/16	Approved by the Utah Division of					
	Oil, Gas and Mining					
	On, das and willing					
	18	A No. Care Comment				
	Date: 10-15-07	The second of th				
	By: Kunled W	CPY SENT TO OPERATOR				
	S. Santa	10-16-07				
		RM:				
Alvin R. (Al) Arlian TITE Landman - Regulatory Specialist						
NAME (PLEASE PRINT)						
SIGNATURE	DATE 10/12/2007					

(This space for State use only)

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OCT 1 5 2007

## Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API:	4304737280			
Well Name: Location:	Bonanza 9-25-22-30	0 FWL,  SENW, Sec 30, T!	09_D25F	
		Enduring Resources, I		
	Permit Issued:			
above, hereby	verifies that the	information as sub-	on the property as permitte mitted in the previously es not require revision.	<b>:d</b>
Following is a verified.	checklist of some	e items related to th	ne application, which should	<u>be</u>
	rivate land, has t en updated? Yes		ged, if so, has the surface	
		the vicinity of the prents for this location	oposed well which would a ? Yes⊡ No ☑	fect
		er agreements put i proposed well? Yes	n place that could affect the □ No ☑	<b>;</b>
		to the access route proposed location?	including ownership, or rigl Yes□No☑	nt-
Has the appro	ved source of wa	ater for drilling chan	ged? Yes□No☑	
	iire a change in p		ace location or access route s discussed at the onsite	€
s bonding still	in place, which	covers this propose	d well? Yes⊠No□	
			10/12/2007	,
Signature			Date	
Title: <u>Landman</u>	- Regulatory Specia	ılist		
Representing:	Enduring Resourc	es, LLC		
			RECEIVE	

OCT 1 5 2007

DW. CF COLLEGE TO THE





MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

October 23, 2008

Al Arlian Enduring Resources, LLC 475 17<sup>TH</sup> Street, Suite 1500 Denver, CO 80202 43 047 37280 Bonanza 6-30-9-25 95 25 E 30

Re: Rescind APDs

Dear Mr. Arlian:

Enclosed find the list of APDs that are being rescinded due to no drilling activity for more than the two year time frame. Therefore, approval to drill these wells is hereby rescinded, effective October 23, 2008.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject locations.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Miana Mason

Environmental Scientist

cc: Well File

SITLA, Ed Bonner



Buck Canyon 12-21-23-16

Buck Canyon 12-21-14-16

Buck Canyon 12-21-34-16

Asphalt Wash 11-24-34-16

Asphalt Wash 11-24-21-16

Asphalt Wash 11-24-13-16

Asphalt Wash 11-24-32-16

Asphalt Wash 11-24-24-16

Asphalt Wash 11-24-11-16

Archy Bench 12-23-31-16

Bonanza 9-25-12-30

Bonanza 9-25-22-30

Bonanza 9-25-23-30

Bonanza 9-25-14-20

Southam Canyon 9-24-44-36 (FEE)

Rainbow 12-24-41-16

Rainbow 12-24-12-16

Little Pack 12-20-41-16

Little Pack 12-20-32-32